

INITIAL DECISION RELEASE NO. 326  
ADMINISTRATIVE PROCEEDING  
FILE NO. 3-12433

UNITED STATES OF AMERICA  
Before the  
SECURITIES AND EXCHANGE COMMISSION  
Washington, DC 20549

---

In the Matter of	:	
	:	INITIAL DECISION
CONRAD P. SEGHERS	:	February 5, 2007
	:	

---

APPEARANCES: Karen Matteson for the Division of Enforcement, Securities and Exchange Commission

Charles B. Manuel, Jr. and Shira Y. Rosenfeld, of Manuel & Rosenfeld, LLP, and Carl A. Generes for Conrad P. Seghers

BEFORE: Robert G. Mahony, Administrative Law Judge

**INTRODUCTION**

The Securities and Exchange Commission (SEC or Commission) initiated this proceeding with an Order Instituting Proceedings (OIP) on September 26, 2006, pursuant to Section 203(f) of the Investment Advisers Act of 1940 (Advisers Act). The OIP alleges that on September 14, 2006, the United States District Court for the Northern District of Texas (District Court) entered a final judgment against Respondent Conrad P. Seghers (Seghers) and permanently enjoined him from violating Section 17(a) of the Securities Act of 1933 (Securities Act), Section 10(b) of the Securities Exchange Act of 1934 (Exchange Act) and Rule 10b-5 thereunder, and Sections 206(1) and 206(2) of the Advisers Act.<sup>1</sup>

Seghers filed an Answer to the OIP. I granted the Division of Enforcement (Division) leave to file a Motion for Summary Disposition. The Division filed its Motion for Summary Disposition, Declaration of Karen Matteson, and accompanying exhibits on December 6, 2006. Seghers filed a Motion for Summary Disposition, a Motion to Dismiss, or in the Alternative Stay, and a

---

<sup>1</sup> An Amended Final Judgment was entered November 20, 2006, which reiterates the permanent injunction from the September 14, 2006, Final Judgment.









